SRI MALLIKARJUNA KHARGE.—The market is opened on 24th November 1969 but was not occupied by the merchants of the old market. About 50 merchants have occupied the shops from certain date and it is the latest information received. I want to know whether the Government is going to collect the rent from the merchants from the date of the allotment of shops in the new Market ?

SRI B. BASAVALINGAPPA.—The Government will direct the Municipality to collect the rent from the date of occupation.

SRI MALLIKARJUNA KHARGE.—There are only 120 shops in the market. All the persons who apply for shops, do not get. It is but naturali. But the Ex-Municipal Pre-ident is allotting the shops to such persons who pay some illegal gratification. Some Maharastrians who have come from Maharastra have occupied the shops But the persons of Gulbarga have not been given. I want to know whether this fact has come to the notice of the Government?

SRI B. BASAVALINGAPPA —I do not know what the Ex-Municipal President has done. But I will assure the House that he will take action immediately to set right the things.

LICENCE FOR MANUFACTURE OF ARRACK

568 SRI C. M. ARUMUGAM (K. G. F).—

Will the Chief Minister be pleased to state :—

(*a*) the number of licences issued to manufacture Arrack in the State ;

(*b*) the quantity of raw materials supplied to these distilleries and breweries by the Mandya Sugar Factory and other Sugar Factories;

(*c*) the Excise duty charged for each litre for manufacturing brandy and arrack ;

(*d*) whether it was a fact that about 2 years back it was the monopoloy of Mand a Distillery to manufacture Arrack ;

(*e*) what prompted to give licence to manufacture Arrack to Private breweries and distilleries ?

SRI K. H. PATIL (Minister for Agriculture and forests) (On behalf of

SRI D. Devaraj URS (Chief Minister) .—

(*a*) For manufacture of arrack, no specific licence is required. Any licensee who possesses a distillery l cence issued under the Mysore Excise (Distillery and Warehouse) Rules, 1967, may be permitted to manufacture arrack. The following distilleries in this State were permitted to manufacture arrack from the years 1968-69 to 1971-72.

1. The Distillery of M/s. Mysore Sugar Company, at Mandya.
2. The Distillery of Ugar Sugar Works at Ugarkhurd (Belgaum District).
3. The Distillery of M/s. India Sugar Refineries at Hospet (Bellary District).
4. The Distillery of M/s. Khoday Distillery Private Ltd., Kannajakana Agrahara (Bangalore District).

(*b*) Raw materials required for manufacture of arrack is rectified spirit. A statement showing rectified spirit issued to the above distilleries for manufacture of arrack during 1968-69 to 1971-72 is enclosed.

No raw materials is supplied by Government to the Breweries.

(*c*) No Excise Duty is charged on the rectified spirit issued or permitted to be used for manufacture of either arrack or brandy because it is obtained under bond.

(*d*) No.

(*e*) Prior to lifting of prohibition in the State with effect from 1st January 1968, the distilleries at Mandya and Hospet were supplying arrack to the wet districts of Bangalore, Gulbarga and Raichur. After lifting the prohibition it was considered that these two distilleries may not be able to cope with the demand of the entire State excepting the dry taluks. Hence the other two distilleries *viz.*, M/s Ugar Sugar Works and M/s. Khoday Distillery Private Ltd., were permitted to manufacture and supply arrack. No brewery was permitted to manufacture arrack.

Government has since reviewed the matter and has taken a policy decision that in future the production of arrack will be entrusted only to the manufacturers of rectified spirits. In the light to this decision the only three distilleries which have been given licence are :

(1) The Distillery of M/s. Mysore Sugar Company at Mandya ;

(2) The Distillery of M/s. Ugar Sugar Works, Ugarkhurd and

(3) M/s. India Sugar Refineries at Hospet.

In future, if any other Distilleries commence the manufacture of rectified spirit their cases for production of arrack will be considered by Government.

Statement showing the Rectified Spirit issued to the Distilleries for manufacture of Arrack from January 1968 to May 1972 (yearwise)

Year	Mandya Distillery	Ugar Distillery	Hospet Distillery	Khoday Distillery	Remarks
1968-69	38,18,388	16,48,126	6,91,705	25,34,400	From 1-1-68 to 30-6-69 (18 months)
1969-70	25,09,898	7,61,364	5,38,952	12,09,600	From 1-7-69 to 30-6-70 (12 months)
1970-71	36,01,538	11,42,832	6,43,294	17,49,600	From 1-7-70 to 30-6-71 (12 months)
1971-72	40,22,232	14,35,214	7,25,488	19,26,500	From 1-7-71 to 31-5-72 (11 months)

SRI C. M. ARUMUGAM.—Madam Speaker, in answer to (a) they said that for manufacture of arrack no specific license is required. But, in answer to (e), they say : 'In the light of this decision, the only three distilleries which have been given licenses are :

(1) The Distillery of M/s. Mysore Sugar Company at Mandya :
(2) The Distillery of M/s. Ugar Sugar Works, Ugarkhurd and
(3) M/s. India Sugar Refineries at Hospet.'

Which is correct ?; whether the last portion or the first portion ?

†SRI K. H. PATIL.—The hon. Member will observe by reading answer to (a) that for manufacture of arrack, no specific license is required. Any licence who possesses a distillery license issued under the Mysore Excise (Distillery and Warehouse) Rules, 1967, may be permitted to manufacture arrack. I do agree that it is not happily worded, thought it gives that meaning.

SRI C. M. ARUMUGAM.—From the statement furnished, it is seen that two Distilleries which manufacture Rectified Spirit have been given less quota than the Distillery of M/s. Khoday Private Ltd., which is not manufacturing Rectified Spirit. The allotment is more to a Distillery which is not manufacturing Rectified Spirit. May I know the reason for it ?

SRI K. H. PATIL.—The then Government thought it fit to do so. They knew he was manufacturing arrack.

SRI C M. ARUMUGAM.—May I know whether The Distillery of M/s Khoday was manufacturing arrack before 1968 or not ?

SRI K H. PATIL —According to the facts before me, he was manufacturing arrack.

SRI M. S. KRISHNAN.—In answer to (e) you have stated that in future, the production of arrack will be entrusted only to the manufacturers of rectified spirits, but in answer to (a) you have stated that for manufacture of arrack, no specific license is required and any license who possesses a distillery licenses issued under the Mysore Excise (Distillery and Warehouse) Rules. 1967 may be permitted to manufacture arrack. May I know, sir, whether this Khoday Distillery Private Ltd., had a distillery license and also had permission to manufacture rectified spirits ?

SRI K. H. PATIL.—I want Notice.

SRI T. R. SHAMANNA.—Will the Hon. Minister be pleased to state whether, in view of the fact that these private Manufacturers-Distilleries-are making huge profits, Government think of running the industry themselves, through public enterprise ?

SRI K. H. PATIL.—Government have already got one Distillery and the Government is also thinking to allow private agencies to run it, if they are coming forward.

ಶ್ರೀ ಕಾಗೋಡು ತಿಮ್ಮಪ್ಪ.—ಸ್ವಾಮಿ, (ಅ) ಗೆ ಉತ್ತರವಾಗಿ (೧) ಮಾಂಡ್ಯದಲ್ಲಿರುವ ಮೆಸರ್ಸ್ ಮೈಸೂರು ಸಕ್ಕರೆ ಕಾರ್ಖಾನೆ ಕುಪಣಿ (೨) ಬೆಳಗಾಂವಿ ಜಿಲ್ಲೆಯ ಉಗಾರ ಖುರ್ದ್‌ನಲ್ಲಿರುವ ಉಗಾರ ಸಕ್ಕರೆ ಕಾರ್ಖಾನೆ (೩) ಬಳ್ಳಾರಿ ಜಿಲ್ಲೆಯ ಹೊಸಪೇಟೆಯಲ್ಲಿರುವ ಮೆಸರ್ಸ್ ಇಂಡಿಯಾ ಷುಗರ್ ರಿಫೈನರೀಸ್ ಈ ಮೂರು ಕಾರ್ಖಾನೆಯವರಿಗೆ ಸಾರಾಯಿಯನ್ನು ತಯಾರಿಸಲು ಅನುಮತಿ ನೀಡಲಾಗಿದೆ ಎಂದು ಹೇಳಿದ್ದೀರಿ. ಈ ಮೂರು ಕಾರ್ಖಾನೆಗಳಿಂದ ಸಾರಾಯಿ ಉತ್ಪತ್ತಿ ಮಾಡತಕ್ಕ ಕೈಪ್ಪಾಸಿಟಿ ಎಷ್ಟು ? ೧೯೬೮ ರಿಂದ ೧೯೭೨ನೇ ಸಾಲಿನವರೆಗೆ ಎಷ್ಟು ಅಧಿಕ ಸಾರಾಯಿ ರಾಜ್ಯಕ್ಕೆ ಬೇಕಾಯಿತು ?

SRI K. H. PATIL.—I have no information.

SRI M. S. KRISHNAN.—Since these Distilleries are making huge profits, will the Government consider nationalising these industries ?

SRI K. H. PATIL.—Government does not think of nationalising these Distilleries.

SRI M.S KRISHNAN —From the statement which you have given, it is very clear that the Rectified Spirit issued to Khoday Distilleries in 1968 as been almost double that of the Rectified Spirit issued to the Ugar Distillery and the Hospet Distillery. I would like to know whether it is not a fact that this Khoday Distilleries have not manufactured any arrack, though the Rectified Spirit has been given to them and is it not a Rule that when you give Rectified Spirit to them, they have got to manufacture arrack and though they have not manufactured arrack, you are giving them Rectified Spirit again, in spite of the previous fault they have committed ?

SRI K. H. PATIL.—The hon. Member has brought it to the notice of the Government. The Government thought it fit to give them licenses and raw materials and have given them. If they have misused it, enquiries will be made and necessary action will be taken by the Government.

SRI C M. ARUMUGAM.—Is it possible for the Government to give year-wise figures of the quantity of arrack, manufactured by M/s. Khodays Distilleries, which was certified as defective by the officers concened ?

SRI K. H. PATIL.—I have got the figures regarding rectified spirits, year-wise but I have not got figures yearwise, regarding the quantity of arrack certified as defective by the officers.

SRI C. M. ARUMUGAM —Is it a fact that an officer of the Excise Department-Mr Benjamin-had inspected and declared certain quantity of arrack prepared by Messrs. Khoday Distillery Private Ltd., as defective and on this report Government were about to take action, but, in the meantime, the said officer was transferred immediately ?

SRI K. H. PATIL.—This needs Notice.

ಅಧ್ಯಕ್ಷರು : ಶ್ರೀಮತಿ ಆಡ್ಡಿ ಸಾಲ್ದಾನಾ ಅವರ ಪರವಾಗಿ ಶ್ರೀ ಬಿ.ವಿ. ಕಕ್ಕಿಲಾಯ ಅವರು ಮುಂದಿನ ಪ್ರಶ್ನೆಯನ್ನು ಕೇಳಬಹುದು.

DEVELOPMENT OF 'BENGARE' AREA AS A TURIST CENTRE

589 SRI B. V. KAKKILAYA (Bantwal) [on behalf of. Smt. ADDY SALDHANA (Mangalore)]

Will the Minister for Labour be pleased to state:—

(*a*) the steps taken to develop "Bengare" area in between Arabian sea and Gurupur River as a tourist centre ;

(*b*) whether there is any proposal before Government to reserve this area for locating tourist cottages and construction of proposed International Five Star Hotel ;

(*c*) whether there is any proposal before Government to reserve Nethravathi and Gurupur River for locating boating clubs and Youth Tourists' Centre?

SRI AZEEZ SAIT (Minister for Labour)

(*a*) The question of developing the entire West Coast for promoting Tourism is engaging attention of Government.